

Beaver Creek Coal Company
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January 3, 1983

*PLANS SEE
MAP FOLDER*

Mr. James W. Smith
Division of Oil, Gas and Mining
4241 State Office Building
Salt Lake City, Utah 84114

**JIM
JAN 04 1983**

Dear Mr. Smith:

The Wild Horse Ridge Exploration Plan as proposed on August 3, 1982 has been completed. The drilling information acquired is not sufficient to make definite plans. The drilling encountered considerable outcrop burning along the proposed mine bench. To put the portals in unburned coal, the bench will need to extend to the east, see attached map. The additional bench area needs to be drilled to be certain about the amount of outcrop burn. The attached Exploration Plan Addendum is a proposal for additional exploration. The drilling will require an additional 600 feet of exploration road along the outcrop. Because the drilling contractor is mobilized, your quick response would be appreciated. All previously proposed reclamation plans will apply to this additional road. If the mine is developed, the new road and the original exploration road will be expanded into the mine access road and bench.

Sincerely,

Richard Robison
Project Manager

RR/pjm

EXPLORATION ADDENDUM
WILD HORSE RIDGE
EMERY COUNTY, UTAH

OBJECTIVE:

Beaver Creek Coal Company requests approval to pursue additional exploration activities at Wild Horse Ridge. The work will involve 600 feet of exploration road, a 200-foot horizontal drill hole, and a 100-foot horizontal drill hole. The original exploration plan has been completed. The drilling information showed considerable burning of the outcrop. The future mine portals need to be located in competent, unburned ground. The additional exploration is necessary to adequately define the proposed surface facilities at Wild Horse Ridge.

LAND STATUS:

All road construction and drilling will be on fee surface ground. The owner is Nevada Electric. Nevada Electric has designated Beaver Creek Coal Company as the operator, as documented in the original exploration plan.

SCHEDULE:

The road construction will begin as soon as the addendum is approved. Road construction is expected to take three or four days. Drilling will begin as soon as the road is completed. The drilling contractor is currently mobilized in the field.

ROAD SPECS:

The proposed road is shown on the attached map. The road will be a Class III pioneer road. The road specs will be the same as the original pioneer road proposal. The width will be approximately 12 feet with a two-foot wide drainage ditch. Because the construction will be during the winter, the culvert installation will be delayed until spring. Proper compaction cannot be obtained during the winter months. Culverts will be sized to meet all Class II road requirements, which is a 24-inch culvert. The original proposal had the culvert design calculations.

EQUIPMENT:

A skid-mounted Longyear wire line drill will be used. A water truck will supply water to the rig. The water will be taken from Beaver Creek Coal Company's Huntington Canyon #4 Mine.

REHABILITATION

Upon completion of each hole any drill pits will be pumped dry and backfilled. All trash will be removed from the site.

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Emery County, Utah
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RECLAMATION OR DEVELOPMENT:

If Wild Horse Ridge is developed into a mining operation, the new road construction and the original pioneer road will become part of the mine access road and bench. If the mine is not developed, all road work will be reclaimed in accordance with the plan outlined in the original exploration proposal.